

Revision to CIP No. 39-228.0, Ballpark and Redevelopment Project

The information contained in this report reflects the current estimated budget for the Ballpark Project and the current proposed financing plan for the City's contribution to the project. To reflect this current information, it is necessary to revise CIP No. 39-228.0 – Ballpark and Redevelopment Project as follows:

## Expenditures by Revenue Source:

	<b>Existing Budget</b>	<b>Proposed Revised Budget</b>	<b>Change</b>
Lease Rev. Bonds (City)	\$178,630,000	\$130,419,705	-\$48,210,295
Capital Outlay (City)	6,535,000	46,083,297	+39,548,297 <sup>1</sup>
TOT (City)	23,370,000	27,049,352	+3,679,352 <sup>1 2</sup>
Gas Tax (City)	0	2,306,546	+2,306,546 <sup>1</sup>
Agency	73,953,900 <sup>3</sup>	76,430,000	+2,476,100
Padres L.P./Private	149,084,333	146,100,000	-2,984,333
Other (Port)	21,000,000	21,000,000	0
<b>TOTAL</b>	<b>\$452,573,233</b>	<b>\$449,388,900 <sup>4</sup></b>	<b>-\$3,184,333</b>

- 1 The acceptance of certain loan repayments from the Agency totaling \$40,200,000, which are covered by the issues presented for City Council consideration, could provide funds totaling \$32,678,297, \$5,215,157, and \$2,306,546 in the Capital Outlay Fund, the Transient Occupancy Tax (TOT) Fund, and the Gas Tax Fund, respectively, for the purpose of funding expenses associated with the City's contribution to the Ballpark Project.
- 2 The \$3,679,352 change is the net result of a \$1,535,805 decrease in the project related use of the Ballpark TOT allocations, and an increase of \$5,215,157 (see footnote #2, above) to reflect the appropriation of Agency loan repayments to the TOT Fund.
- 3 The Agency is currently obligated to contribute to the Ballpark Project not more than \$61 million. This amount reflects budget numbers, not authorized numbers.
- 4 Please see the POS at **“THE BALLPARK PROJECT- Ballpark Facility Design/Build Contract”** for information regarding possible cost increases in the cost of construction for the Ballpark Facility due to delays in recommencement of construction.

City - Revisions

Under the revised budget, the Agency assumes responsibility for \$1.8 million worth of land expenses, and \$900,000 worth of infrastructure expenses that were previously part of the City's contribution to the project. As a result, the City's contribution to construction of the project is reduced from \$208.5 million to \$205.9 million. In addition, the City intends to contribute an additional \$39,500,000 from the Capital Outlay Fund and an additional \$3,700,000 from Transient Occupancy Tax (TOT) to fund its contribution to the Project. The City also intends to contribute \$2,300,000 in Gas Tax funds to the project. These changes result in a \$48,200,000 reduction in the amount of proceeds needed from the Ballpark Bonds.

### Agency - Revisions

The Agency's contribution is increased by \$2.5 million to \$76.4 million (the Agency is currently authorized to contribute \$61.0 million to the Ballpark Project pursuant to the MOU and Implementation Agreement. The First Amendment to the Ballpark Cooperation Agreement by and between the Agency and City amended the Agency budget to allow for an additional authorization that would result in a total net Agency expenditure of approximately \$74.0 million, provided the MOU and Implementation Agreement were amended. Upon the execution of the Second Implementation Agreement, the Agency would be authorized to contribute \$76.4 million). As described above, the Agency would assume responsibility for acquiring \$1.8 million worth of land and \$900,000 worth of infrastructure expenses that were previously part of the City's contribution to the project. In addition, the Agency's responsibility for costs pursuant to the Implementation Agreement is decreased by \$200,000 to reflect the addition of \$1.0 million for soil remediation costs and a decrease of \$1.2 million for a land acquisition insurance policy that will not be acquired.

### Padres L.P. – Revisions

Changes to the contribution from Padres L.P. reflects a \$9.1 million increase to the cost of the construction of the Ballpark Facility, which, pursuant to the MOU, is to be paid for entirely by Padres L.P. The Padres L.P. contribution is also reduced by \$10.3 million to reflect the removal of the construction of the P1 Parking Garage from the Ballpark Project (Padres L.P. will continue to be responsible for the construction of the garage, but such responsibility will be outside the scope of the Ballpark Project), and a decrease of \$1.8 million for a land acquisition insurance policy that will not be acquired. This budget does not reflect possible increases in costs due to delays in recommencement of construction.